# Operation of Test, Evaluation and Acceptance in a Commercial Environment

Chris Stonehouse

Managing Director Facilities

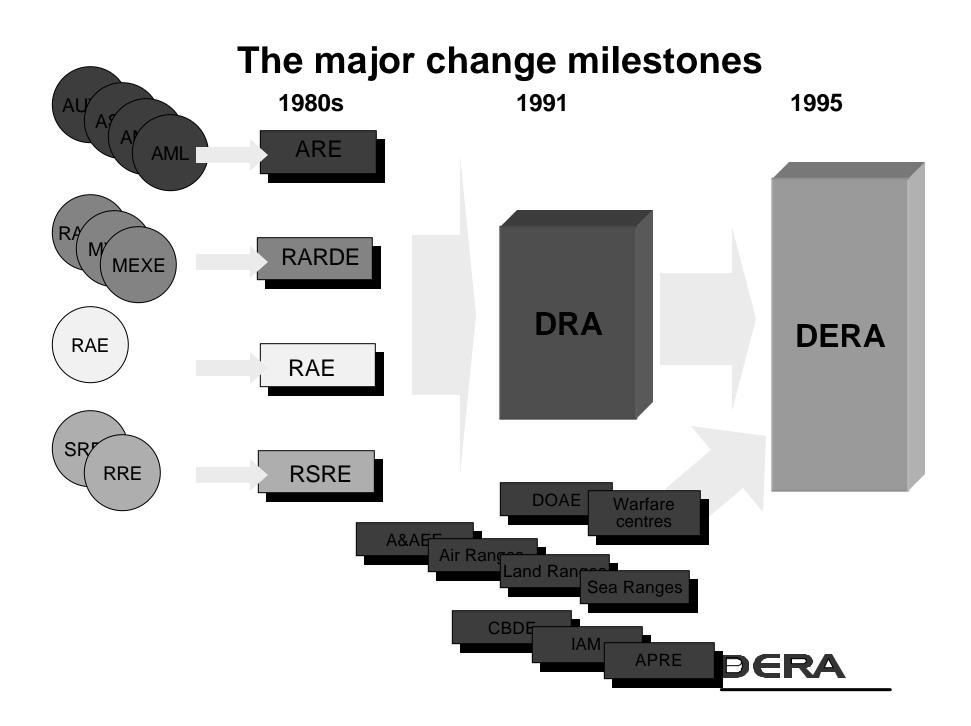
Defence Evaluation and Research Agency (DERA)



# **DERA Mission**

'To harness science and technology to UK defence needs'



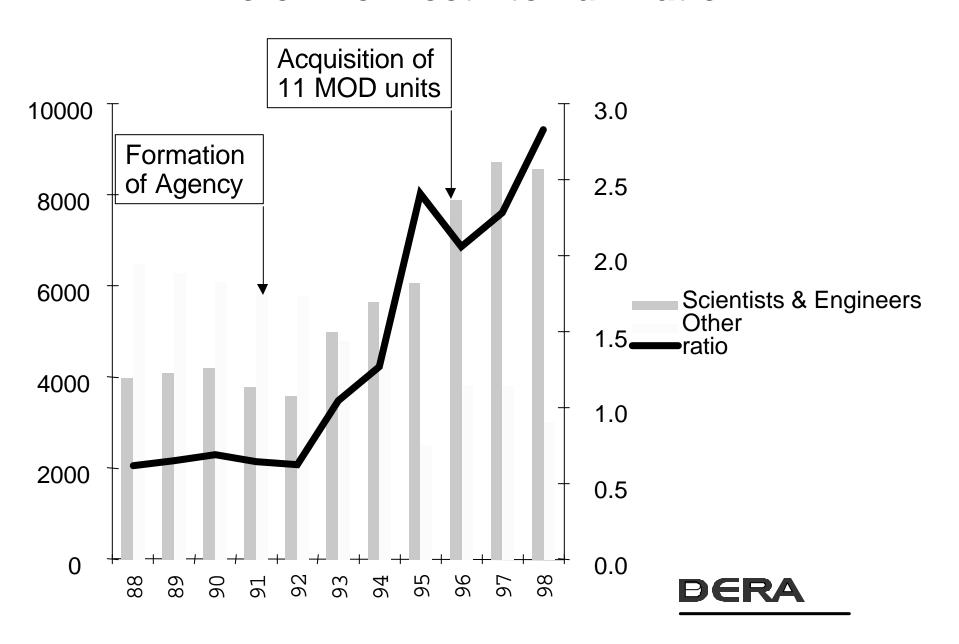


#### Reform of infrastructure

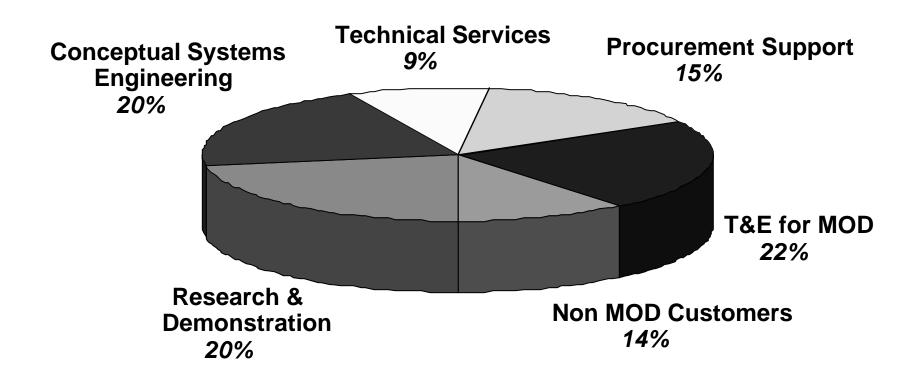
- inherited more than 80 sites, including 40 significant laboratory complexes
- much of infrastructure run down and uneconomic
- phase 1 closed 19 laboratories, built 13 new ones
- subsequent investment included major new build at Porton Down
- Phase 2 investment just starting will reduce major facilities down to just 4 clusters plus the T&E Ranges



#### **Reform of Teeth to Tail Ratio**

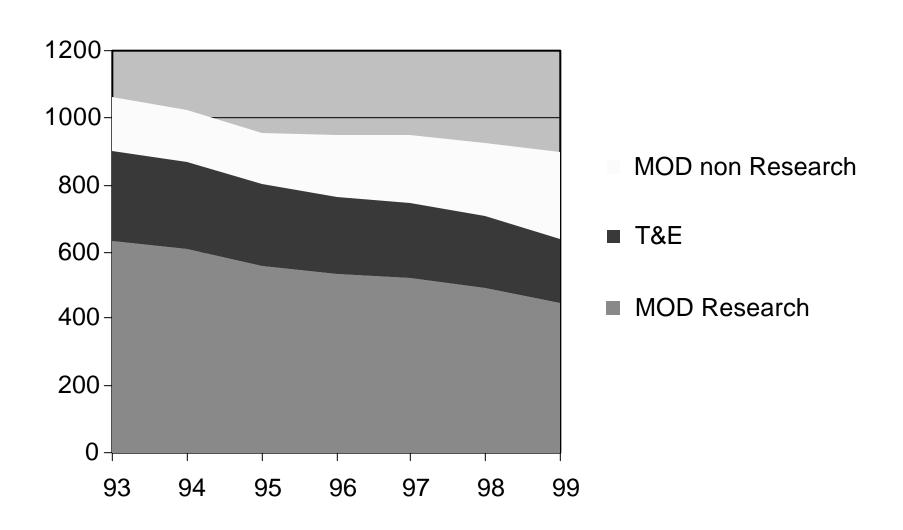


# **Analysis of Business by Service**



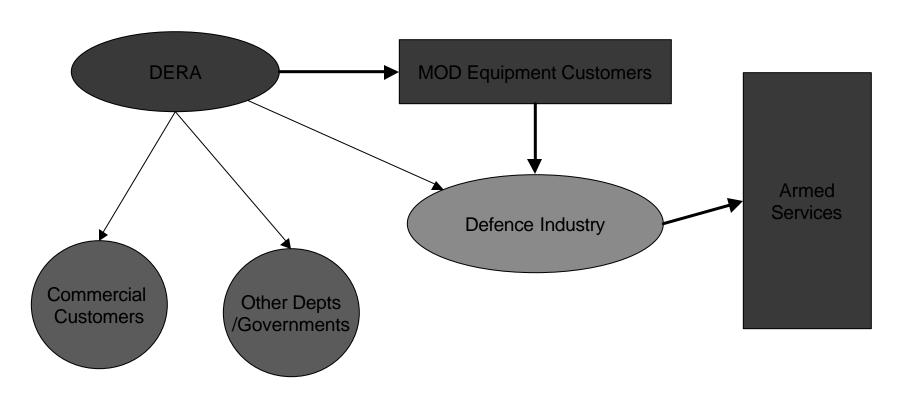


### **MOD Income**





# DERA copes with the decline in research funding by exploiting capabilities in other directions



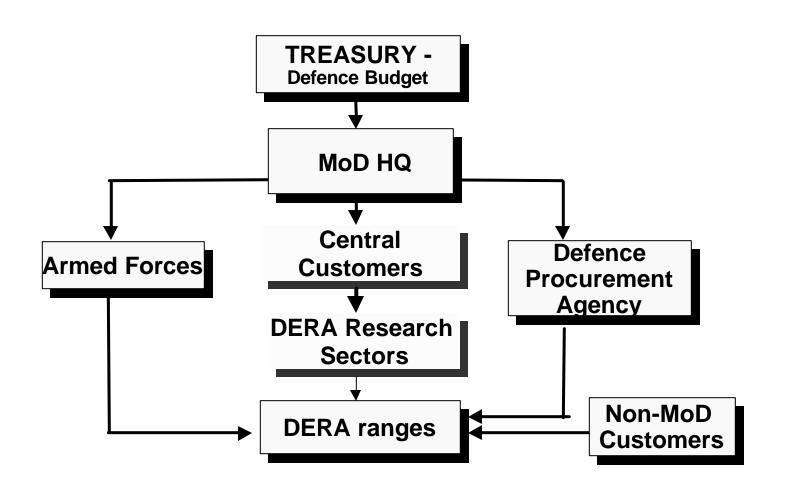
And this enables MOD to benefit from having access to a capability greater than it can afford on its own



#### DERA Ranges DERA T&E ranges



# **Funding arrangements after 1995**





# Contributing to customer's success

"..... provide independent range-based test, evaluation and training solutions for defence needs"

- design and management of T&E and training
  - using own facilities
  - using another organisation's facilities
    - UK
    - Overseas
  - or a mixture of both



# Meeting future challenges

- Partnerships with customers
- Investment in Ranges capabilities
  - people and facilities
- T&E supply side partnerships

greatly enhances value for money



# Partnerships with customers

- long term relationships with customers
- really understand the customer future needs
- joint planning for the provision of T&E and training solutions
  - what is needed
  - when it is needed
  - where it is needed
- gives Ranges confidence to invest

we can then provide most cost effective solution



# Partnerships with customers - strategic facilities

- Retention of essential facilities and capabilities
- Ideally all facilities cover their costs from income derived customer work
  - ... however, some facilities have periods of low use and hence little income
- MoD Steering Committee decides if these facilities are strategic
  - if so then customer pays DERA to maintain and keep them available
  - if not, the DERA decides on business grounds whether to keep or close facility
- Steering Committee meets twice a year



# Investment in Ranges capabilities

- multi-skilled staff
  - training and development
- network staff across ranges
  - manage staff in capability groups (not by ranges)
  - mobility 'helping out at other ranges when they are busy'
- Investment in facilities
  - new requirements
  - more efficient operation
- sharing facilities across ranges
  - mobile and multi-purpose instrumentation

major reductions in cost



## **Supply side partnerships**

- Trusting partnerships with suppliers of complementary capabilities
- work with partners to meet our customer's requirements
  - joint planning
  - long term
- Range support suppliers
  - underpinned by taut contracts
- National and international suppliers of range T&E capability
  - underpinned by MOUs or other agreements

provide complete service (One Stop Shop) service



#### **UK/US MOU**

- Covers mutual use of each other's test facilities
  - Includes portable equipment, being used independently of test range
- Main features:
  - priority access
  - data confidentiality
  - protection of Intellectual Property Rights.
- Exemption from Foreign Military Sales requirements
- Supports use of other nations' test facilities for back up
  - Reduces need to hold large stock of spares.

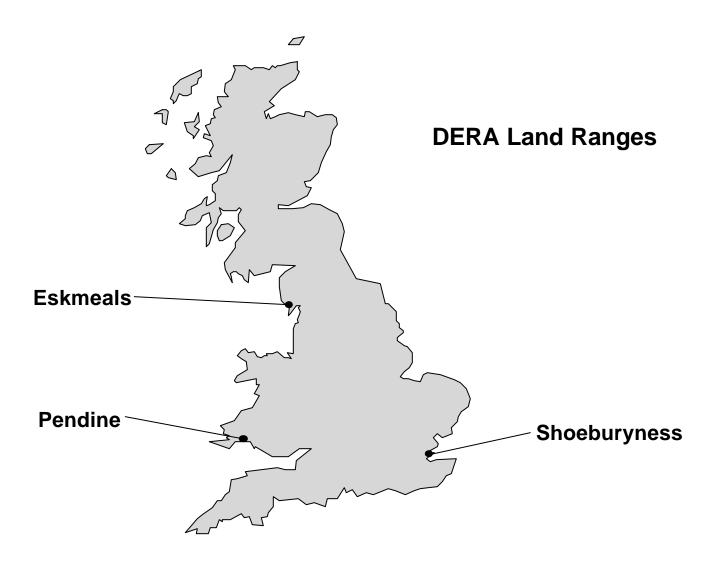


## **MOU Progress**

- Modern MOU began in June 1997 with International Test and Evaluation Steering Committee of ITOPs
  - extended own remit to look at international collaboration for T&E facilities.
- Based on Western European Armaments Group (WEAG)
  MOU being used by UK.
  - Allows similar arrangement for UK and US co-operation
- Technical & commercial details agreed in early 1998
  - Action to run US MOU generator now with USAF T&E Office
- Next progress meeting April 2000
  - Good progress expected

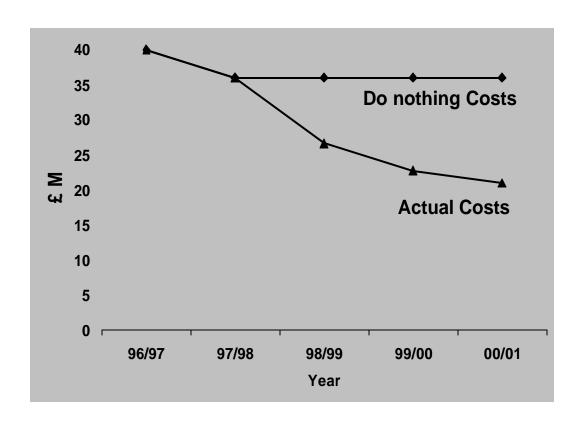


# Application of new management approach





# **Land ranges - costs**



- No loss in capability
- ... only reduction in capacity
- all 3 ranges still in use
- Job reductions:-713 to ~ 200
- well focussed highly skilled teams



# Integrated Test Evaluation and Acceptance (Smart Acceptance)

"Acceptance is a critical stage in the procurement cycle, and therefore needs to be rigorously managed. If properly applied, Smart Acceptance should alleviate many of the problems identified in my report"

Sir John Bourn, 11 February 2000.
with reference to a National Audit Office report
Ministry of Defence: Accepting Equipment Off-Contract and Into Service



# Integrated Test Evaluation and Acceptance (ITEA) - Policy

- UK T&E organisations have lead development of "Smart Acceptance"
- DERA T&E sectors working with RAF Air Warfare Centre and Tri-Service Acceptance Group to integrate Development T&E (DT&E) and Operational T&E (OT&E) to provide a coherent service to Capability Managers and Integrated Project Teams
- DERA Aircraft T&E Sector drafted ITEA planning procedures for the MOD Acquisition Management System
- Process to initiated as part of IPT "break-through"



# Integrated Test Evaluation and Acceptance (ITEA) - Implementation

- DERA System Engineering approach to Evaluation and Test
  - Integrated multi-discipline
  - Cross boundary
  - Through-life from inception to disposal
- Supported by internal capability development
  - Enterprise development, including planned major internal reorganisation
  - Methods development, particularly 'Synthetic T&E'
  - Staff development, through training and recruitment

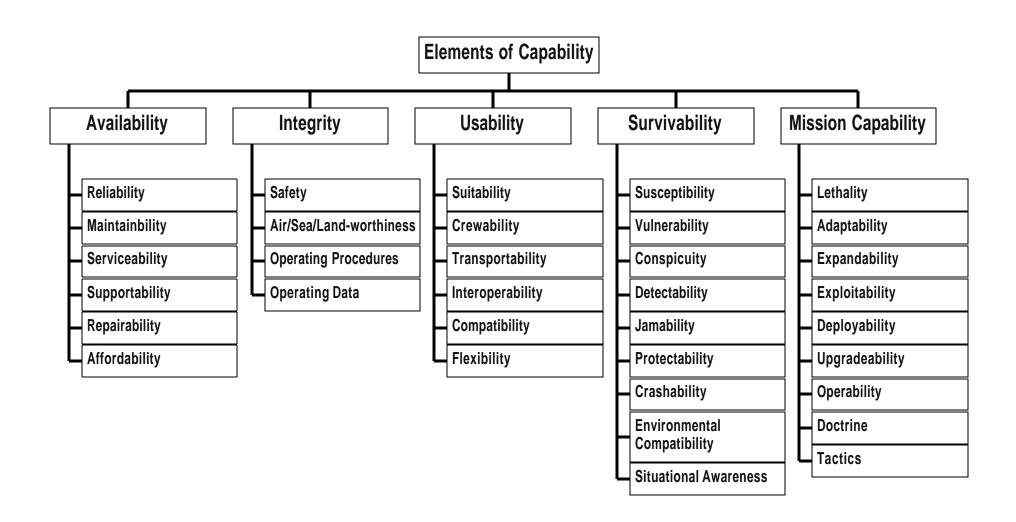


## Through Life T&E

- Provides information and evidence to:
  - confirm achievement (acceptance)
  - inform the future (assurance)
- Efficient through-life T&E:
  - planned, co-ordinated and integrated approach
  - data/knowledge warehousing
  - reusable models
  - joint testing
  - managed facilities
- T&E requirements are driven by:
  - decision-maker stakeholders and their requirements for evidence from the T&E process
  - requirements for military capability



# Through Life T&E





## Through Life ITEA Plan

- Component of Through Life Management Plan
- Objectives:
  - support capability acceptance
  - enable system acceptance and assurance
  - validate integrated system safety model
  - develop capability
  - rationalise technology insertion
  - measure training
  - provide feedback (capability & system)



## Through Life ITEA Plan

#### ■ Key Components:

- Test articles / Test systems / Test facilities
- Resources / Management / Authority
- Test Activities
  - Research
  - Technical demonstration
  - Safety of design
  - Development/compliance
  - Safety in role
  - Operational capability
  - In-Service operations:
- Safety / Interface / Logistics / Contracts etc



# 21st Century challenges

- the MOD value chain is radically changing
  - the new procurement process will require technical support in quite different ways
  - DERA's place will have to be earned, not assumed
- the defence industry is industrialising technology and internationalising
- In the real world technologies with economic leverage are moving much faster than MOD processes can track
- We need fresh way of working ...... a Public Private Partnership?

